Senate Bill 420

By: Senators Hufstetler of the 52nd, Parent of the 42nd, Albers of the 56th, Goodman of the 8th and Orrock of the 36th

A BILL TO BE ENTITLED AN ACT

- 1 To amend Title 3 of the Official Code of Georgia Annotated, relating to alcoholic beverages,
- 2 so as to authorize manufacturers of malt beverages to sell or donate malt beverages they
- 3 produce, subject to certain limitations or conditions; to provide for definitions; to impose
- 4 certain requirements upon bona fide nonprofit civic organizations that accept donations from
- 5 manufacturers of malt beverages; to provide for related matters; to repeal conflicting laws;
- 6 and for other purposes.

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BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

8 SECTION 1.

- 9 Title 3 of the Official Code of Georgia Annotated, relating to alcoholic beverages, is
- amended by revising Code Section 3-5-24.1, relating to exception to three-tier system,
- 11 transfer of liquids, sales at brewer's licensed premises, taxing, regulatory authority, and
- 12 conditions or limitations, as follows:
- 13 "(b) A limited exception to the provisions of this title providing a three-tier system for the
- 14 distribution and sale of malt beverages shall exist to the extent that the license to
- manufacture malt beverages in this state shall include the right to sell malt beverages to

16 individuals on the brewer's licensed premises for personal use and not for resale, subject to

- 17 the following terms and conditions:
- 18 (1) The brewer may only make sales of malt beverages to an individual while the
- individual is physically on the brewer's licensed premises where the brewer produces malt
- 20 beverages;
- 21 (2) The brewer may make sales of malt beverages the brewer produces at the brewer's
- licensed premises where the individual is purchasing the malt beverages;
- 23 (3) As long as the brewer and all of the brewer's licensed premises are under common
- ownership, the brewer may make sales of malt beverages the brewer produces at any
- licensed premises of the brewer and subsequently transfers in compliance with the
- limitations and reporting obligations of subsection (c) of this Code section to the brewer's
- licensed premises for sale where the individual is purchasing the malt beverages;
- 28 (4) The brewer may only make sales of malt beverages for which the brewer is the sole
- 29 owner of the brand and brand label;
- 30 (5) Sales for consumption on the premises are not subject to a daily maximum amount;
- 31 (6) Sales for consumption off the premises shall not exceed a maximum of 288 ounces
- of malt beverages per individual per day are not subject to a daily maximum amount; and
- 33 (7) The maximum amount of malt beverages the brewer may sell pursuant to this
- subsection (b) of this Code section in each calendar year shall be 6,000 barrels in the
- aggregate among all brewer's licensed premises making such sales."

36 SECTION 2.

- 37 Said title is further amended by adding a new Code section to read as follows:
- 38 <u>"3-5-6.</u>
- 39 (a) As used in this Code section, the term:

40 (1) 'Charitable events permit holder' means a bona fide nonprofit civic organization that 41 has been issued a permit pursuant to Code Section 3-9-3 for the sale of alcoholic 42 beverages for consumption on the premises. 43 (2) 'Permitted charitable event' means an event for which a permit has been obtained by a bona fide nonprofit civic organization pursuant to Code Section 3-9-3 authorizing it to 44 sell alcoholic beverages for consumption on the premises. 45 (b) A brewer or brewpub may directly donate malt beverages it manufactures to a 46 47 charitable events permit holder for a permitted charitable event, provided that: 48 (1) The amount of such donation shall not exceed the amount necessary for the permitted 49 charitable event; 50 (2) Any malt beverages the brewer or brewpub donates that are not used or consumed 51 during the permitted charitable event shall be returned to the brewer or brewpub within 24 hours of the event closure or the expiration of the charitable event permit, whichever 52 53 is later; and 54 (3) The donated malt beverages to be transported to and from the permitted charitable 55 event shall be transported by the charitable event permit holder or the brewer or brewpub 56 that made the donation." 57 **SECTION 3.** 58 Said title is further amended by adding a new subsection to Code Section 3-9-3, relating to

59 issuance of permits for sale by nonprofit civic organizations of alcoholic beverages for consumption on the premises or wine at retail for off-premises consumption, to read as 60 61 follows:

62 "(d) Any bona fide nonprofit civic organization issued a permit pursuant to this Code section shall comply with the provisions of subsection (b) of Code Section 3-5-6." 63

SECTION 4.

All laws and parts of laws in conflict with this Act are repealed.